SOCIAL SERVICES CENTRAL TRUST ACCOUNT

FINANCIAL STATEMENTS

For the Year Ended March 31, 2016

PROVINCIAL AUDITOR
of Saskatchewan

INDEPENDENT AUDITOR'S REPORT

To: The Members of the Legislative Assembly of Saskatchewan

I have audited the accompanying financial statements of the Social Services Central Trust Account, which comprise the statement of financial position as at March 31, 2016, and the statement of changes in trust equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards for Treasury Board's approval, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Social Services Central Trust Account as at March 31, 2016, and the changes in trust equity for the year then ended in accordance with Canadian public sector accounting standards.

Judy Ferguson

Regina, Saskatchewan
June 15, 2016

Judy Ferguson, FCPA, FCA
Provincial Auditor

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Statement 1

SOCIAL SERVICES CENTRAL TRUST ACCOUNT
STATEMENT OF FINANCIAL POSITION
As at March 31

	Armour Trust	Balison Trust	Client's Trust	Total 2016	Total 2015
FINANCIAL ASSETS					
Due from General Revenue Fund (Note 3)	$76,203	$210	$ 8,078	$84,491	$83,945
Interest Receivable (Note 3)	113	1	12	126	168
TRUST EQUITY (Statement 2)	$76,316	$ 211	$8,090	$84,617	$84,113

(See accompanying notes to the financial statements)

Statement 2

SOCIAL SERVICES CENTRAL TRUST ACCOUNT
STATEMENT OF CHANGES IN TRUST EQUITY
For the Year Ended March 31

	Armour Trust	Balison Trust	Client's Trust	Total 2016	Total 2015
Changes in Trust Equity:					
Interest earned	$ 454	$1	$ 49	$ 504	$770
Receipts	0	0	6,098	6,098	5,998
Distributions	0	0	(6,098)	(6,098)	(5,985)
Net increase in trust equity	454	1	49	504	783
Trust Equity, beginning of year	75,862	210	8,041	84,113	83,330
Trust Equity, end of year (Statement 1)	$76,316	$211	$ 8,090	$84,617	$84,113

(See accompanying notes to the financial statements)

SOCIAL SERVICES CENTRAL TRUST ACCOUNT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended March 31, 2016

1. Authority and purpose of Trust

The Social Services Central Trust Account (Trust Account) was established under Section 13 of *The Social Services Administration Act*.

In accordance with Section 15 of *The Social Services Administration Act*, the Ministry administers funds received from the Armour and Balison Estates and has held the Armour funds for the benefit of Dales House, an institution previously operated by Social Services. Dales House closed March 31, 2014. The Ministry will continue to hold all funds in trust until a decision has been made regarding the appropriate disposition of all assets.

The Client's Trust is used to hold, in trust, money belonging to designated clients. It contains a separate account for each client which provides a record of that client's transactions.

2. Significant accounting policies

These financial statements are prepared in accordance with Canadian public sector accounting standards for governments published by CPA Canada. A cash flow statement has not been presented since the cash flow information is readily apparent from the other financial statements.

Revenue recognition

Interest on trust balances is recognized when earned.

3. Due from General Revenue Fund

The trust funds are included in the Consolidated Offset Bank Concentration (COBC) arrangement for the Government of Saskatchewan.

Interest earned is calculated and paid by the General Revenue Fund on a quarterly basis into the Trust Account's bank account using the Government's 30 day borrowing rate and the Trust Account's average daily bank account balance. The Government's average thirty day borrowing rate for the year was 0.60% (2015 - 0.92%).

4. Related party transactions

In accordance with established government practice, the Trust Account has not been charged with any general administrative costs and no provision for such costs are reflected in these statements. These costs are absorbed by the Ministry of Social Services.

5. Financial Instruments

The Trust Account's financial instruments consist of due from General Revenue Fund and interest receivable. There are no significant terms and conditions related to the financial instruments that may affect the amount, timing and certainty of future cash flows.